

JULY 10, 1989

THE DIRECTOR OF THE DIVISION OF STATE LANDS & FORESTRY TOOK FORMAL ACTION ON JULY 10, 1989, AT 9:30 A.M. IN THE DIVISION OF STATE LANDS & FORESTRY OFFICE, 355 WEST NORTH TEMPLE, 3 TRIAD CENTER, SUITE 400, SALT LAKE CITY, UTAH 84180-1204, ON THE BELOW LISTED MINERAL AND SURFACE BUSINESS MATTERS AS INDICATED.

MINERAL LEASE APPLICATIONS

OIL, GAS & HYDROCARBON MINERAL LEASE APPLICATIONS - APPROVED

Upon recommendation of Mr. Blake, the Director approved the Oil, Gas and Hydrocarbon lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available.

Min. Lease Appl. No. 44436	<u>T20S, R10E, SLB&M.</u>	Emery
D. E. Cunningham	Sec. 2: All	693.68 acres
12842 Valley View St. No. 207		
Garden Grove, CA 92645		

Min. Lease Appl. No. 44437	<u>T19S, R10E, SLB&M.</u>	Emery
D. E. Cunningham	Sec. 36: All	640.00 acres
12842 Valley View St. No. 207		
Garden Grove, CA 92645		

COAL LEASE APPLICATIONS - APPROVED

Upon recommendation of Mr. Blake, the Director approved the Coal lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available.

Min. Lease Appl. No. 44434	<u>T20S, R20E, SLB&M.</u>	Grand
Donna V. Porter	Sec. 36: NE $\frac{1}{4}$, NW $\frac{1}{4}$, S $\frac{1}{2}$ SW $\frac{1}{4}$,	600.00 acres
6216 E. Willow Loop	NE $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$	
Flagstaff, AZ 86004		

Min. Lease Appl. No. 44435	<u>T20S, R20E, SLB&M.</u>	Grand
Donna V. Porter	Sec. 16: All	640.00 acres
6216 E. Willow Loop		
Flagstaff, AZ 86004		

PAGE NO. TWO
JULY 10, 1989

INTEREST ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES

Upon recommendation of Mr. Bonner, the Director approved the assignment of 75% interest in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 3% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: NATURAL GAS CORPORATION OF CALIFORNIA--75%,
AND CHORNEY OIL COMPANY--25%

....ML 21839....ML 21843....ML 21844....ML 22058....ML 22060....ML 22061....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 30% of 50% or 15% interest in and to the Oil, Gas, and Hydrocarbon Lease listed below to TXO Production Corp., 1660 Lincoln Street, Suite 1800, Denver, CO 80264, by Terra Resources, Inc. No override, but subject to 3% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: MARATHON OIL COMPANY--50%,
TERRA RESOURCES, INC.--50%

....ML 1167....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 35% interest in and to the Oil, Gas, and Hydrocarbon Lease listed below to Lone Mountain Production Company, P.O. Box 3394, 408 Petroleum Building, Billings, MT 59103-3394, by Terra Resources, Inc. No override, but subject to 3% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: MARATHON OIL COMPANY--50%,
TERRA RESOURCES, INC.--35%, and
TXO PRODUCTION CORPORATION--15%

....ML 1167....

PAGE NO. THREE
JULY 10, 1989

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES

Upon recommendation of Mr. Bonner, the Director approved the assignment of 36.4891% interest in operating rights from the surface to the base of the Green River Formation in and to the Oil, Gas, and Hydrocarbon Lease listed below to Enron Oil & Gas Company, P.O. Box 1188, Houston, TX 77251-1188, by Belco Petroleum Corporation. No override, but subject to 5% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: UNION OIL COMPANY--63.5109%, and
BELCO PETROLEUM CORPORATION--36.4891%

....ML 11929....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 100% interest in operating rights from the surface to the base of the Green River Formation in and to the Oil, Gas, and Hydrocarbon Lease listed below to Enron Oil & Gas Company, P.O. Box 1188, Houston, TX 77251-1188, by Belco Petroleum Corporation. No override, but subject to 5% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: OPERATING RIGHTS: From the Surface to the
Base of the Green River Formation
BELCO PETROLEUM CORPORATION--100%

....ML 12028....

PAGE NO. FOUR
JULY 10, 1989

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 37.50% interest in operating rights from the surface to the top of the Mancos Formation, the top of the Mancos being defined as the stratigraphic equivalent of the correlation point established at the depth of 10,670 feet below Kelly Bushing in the Island Unit No. 3 Well drilled by Mountain Fuel Supply Company in the NE¼SW¼ of Sec. 8, T10S, R20E, SLB&M., in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by NGC Production Company. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: E.W. MITCHELL

OPERATING RIGHTS: From surface to the top of the Mancos Formation (the top of the Mancos being defined as the stratigraphic equivalent of the correlation point established at the depth of 10,670 feet below Kelly Bushing in the Island Unit No. 3 Well drilled by Mountain Fuel Supply Company in the NE¼SW¼ of Sec. 8, T10S, R20E, SLB&M.)
CNG PRODUCING COMPANY--62.50%, AND
NGC PRODUCTION COMPANY--37.50%

....ML 3393....

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 37.50% interest in operating rights from the surface to the top of the Mancos Formation, the top of the Mancos being defined as the stratigraphic equivalent of the correlation point established at the depth of 10,670 feet below Kelly Bushing in the Island Unit No. 3 Well drilled by Mountain Fuel Supply Company in the NE¼SW¼ of Sec. 8, T10S, R20E, SLB&M., in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by NGC Production Company. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: GILMAN A. HILL

OPERATING RIGHTS: From surface to the top of the Mancos Formation (the top of the Mancos being defined as the stratigraphic equivalent of the correlation point established at the depth of 10,670 feet below Kelly Bushing in the Island Unit No. 3 Well drilled by Mountain Fuel Supply Company in the NE¼SW¼ of Sec. 8, T10S, R20E, SLB&M.)
CNG PRODUCING COMPANY--62.50%, AND
NGC PRODUCTION COMPANY--37.50%

....ML 3393-A....ML 3394....ML 3394-A....ML 10716....ML 13214....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 37.50% interest in operating rights from the base of the Green River Formation to the Top of the Mancos Formation in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: ENRON OIL & GAS COMPANY

OPERATING RIGHTS: Base of the Green River to Top of Mancos
CNG PRODUCING COMPANY--62.5%, AND
NATURAL GAS CORP. OF CALIFORNIA--37.5%

....ML 12028....

PAGE NO. SIX
JULY 10, 1989

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 37.50% interest in operating rights from the base of the Green River Formation to the Top of the Mancos Formation in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: GILMAN A. HILL
OPERATING RIGHTS: Base of the Green River
to Top of Mancos
CNG PRODUCING COMPANY--62.5%, AND
NATURAL GAS CORP. OF CALIFORNIA--37.5%

....ML 12028-A....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 15% interest in operating rights from the base of the Wasatch Formation to the stratigraphic equivalent of 10,864 feet as encountered in the RBU 12-12D Well, located in the NW¼SW¼ of Sec. 12, T10S, R18E, SLB&M., in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: GILMAN A. HILL
OPERATING RIGHTS: From base of Wasatch
Formation to the stratigraphic equivalent
of 10,864 feet as encountered in the RBU
12-12D Well in NW¼SW¼ of Sec. 12, T10S,
R18E, SLB&M.
CNG PRODUCING COMPANY--85%, and
NATURAL GAS CORPORATION OF CALIFORNIA--15%

....ML 13216....

PAGE NO. SEVEN
JULY 10, 1989

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 37.5% interest in operating rights from the surface to the base of the Wasatch Formation, ALSO, assignment of 37.5% interest in operating rights from 10,864 feet to the top of the Mancos Formation (top of the Mancos Formation being defined as the stratigraphic equivalent of the correlation point established at the depth of 10,670 feet below Kelly Bushing in the Island Unit No. 3 Well drilled by Mountain Fuel Supply Company in the NE $\frac{1}{4}$ SW $\frac{1}{4}$ of Sec. 8, T10S, R20E, SLB&M.), in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: GILMAN A. HILL
OPERATING RIGHTS: From surface to base of
Wasatch Formation
CNG PRODUCING COMPANY--62.5%, AND
NATURAL GAS CORP. OF CALIFORNIA--37.5%
From 10,864 feet to top of the Mancos Form-
ation
CNG PRODUCING COMPANY--62.5%, AND
NATURAL GAS CORP. OF CALIFORNIA--37.5%

....ML 13216....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 37.50% interest in operating rights from the base of the Green River Formation to the Top of the Mancos Formation in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: ENRON OIL & GAS COMPANY
OPERATING RIGHTS: From the base of the Green
River Formation to the Top of the Mancos
Formation
CNG PRODUCING COMPANY--62.5%, AND
NATURAL GAS CORP. OF CALIFORNIA--37.5%

....ML 18296....

PAGE NO. EIGHT
JULY 10, 1989

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 25% interest in operating rights from surface to the base of the Green River Formation in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: MAXUS EXPLORATION COMPANY
OPERATING RIGHTS: From the surface to the
base of the Green River Formation
MAXUS EXPLORATION COMPANY--50%,
NATURAL GAS CORP. OF CALIFORNIA--25%, AND
CNG PRODUCING COMPANY--25%

....ML 22541....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 33.33335% interest in operating rights from base of the Green River Formation to base of the Wasatch Formation in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: MAXUS EXPLORATION COMPANY
OPERATING RIGHTS: From base of the Green
River formation to base of the Wasatch
Formation
CNG PRODUCING COMPANY--50.00335%,
NATURAL GAS CORP. OF CALIFORNIA--33.33335%,
AND MAXUS EXPLORATION COMPANY--16.6633%

....ML 22541....

PAGE NO. NINE
JULY 10, 1989

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 13.33335% interest in operating rights from base of the Wasatch Formation to 9,055 feet in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: MAXUS EXPLORATION COMPANY
OPERATING RIGHTS: From base of Wasatch
Formation to 9,055 feet
CNG PRODUCING COMPANY--70.00335%,
MAXUS EXPLORATION COMPANY--16.6633%, AND
NATURAL GAS CORP. OF CALIFORNIA--13.33335%

....ML 22541....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 10% interest in operating rights from 9,055 feet to top of the Mancos Formation (10,670 ft) in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: MAXUS EXPLORATION COMPANY
OPERATING RIGHTS: From 9,055 feet to top
of Mancos Formation (10,670 feet)
CNG PRODUCING COMPANY--56.67%,
MAXUS EXPLORATION COMPANY--33.33%, AND
NATURAL GAS CORPORATION OF CALIFORNIA--10%

....ML 22541....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 37.5% interest in operating rights from the surface to the base of the Wasatch Formation in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: GILMAN A. HILL
OPERATING RIGHTS: From surface to base of
Wasatch Formation
CNG PRODUCING COMPANY--62.5%, AND
NATURAL GAS CORP. OF CALIFORNIA--37.50%

....ML 17226-A....

PAGE NO. TEN
JULY 10, 1989

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 15% interest in operating rights from the base of the Wasatch Formation to the top of the Mancos Formation in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: GILMAN A. HILL
OPERATING RIGHTS: Base of Wasatch Formation
to top of Mancos Formation
CNG PRODUCING COMPANY--85%, AND
NATURAL GAS CORP. OF CALIFORNIA--15%

....ML 17226-A....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 37.5% interest in operating rights from the surface to the base of the Wasatch Formation in part of leased lands: SE $\frac{1}{4}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 2, T10S, R18E, SLB&M., 350.00 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: GILMAN A. HILL
OPERATING RIGHTS: From surface to base of
Wasatch Formation
T10S, R18E, SLB&M. 350.00 Acres
Sec. 2: Lots 1, 2, 3, 4, S $\frac{1}{2}$ NE $\frac{1}{4}$, SW $\frac{1}{2}$ NW $\frac{1}{4}$,
N $\frac{1}{2}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{2}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$, NW $\frac{1}{2}$ SW $\frac{1}{4}$
CNG PRODUCING COMPANY--62.5%, AND
NATURAL GAS CORP. OF CALIFORNIA--37.5%
T10S, R18E, SLB&M. 130.00 aCRES
Sec. 2: SE $\frac{1}{4}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$
CNG PRODUCING COMPANY--62.5%, AND
NGC PRODUCTION COMPANY--37.5%

....ML 26968....

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 37.5% interest in operating rights from the surface to the base of the Wasatch Formation in part of leased lands: SE $\frac{1}{4}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 2, T10S, R18E, SLB&M., 130.00 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by NGC Production Company. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: GILMAN A. HILL
OPERATING RIGHTS: From surface to base of
Wasatch Formation
T10S, R18E, SLB&M. 350.00 Acres
Sec. 2: Lots 1, 2, 3, 4, S $\frac{1}{2}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$ NW $\frac{1}{4}$,
N $\frac{1}{2}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$
CNG PRODUCING COMPANY--62.5%, AND
NATURAL GAS CORP. OF CALIFORNIA--37.5%
T10S, R18E, SLB&M. 130.00 ACRES
Sec. 2: SE $\frac{1}{4}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$
CNG PRODUCING COMPANY--62.5%, AND
NGC PRODUCTION COMPANY--37.5%

....ML 26968....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 15% interest in operating rights from the base of the Wasatch Formation to the stratigraphic equivalent of 10,864 feet in RBU 12-12-D Well in part of leased lands: Lots 1, 2, 3, 4, S $\frac{1}{2}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$ NW $\frac{1}{4}$, N $\frac{1}{2}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$ of Sec. 2, T10S, R18E, SLB&M., in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: GILMAN A. HILL
OPERATING RIGHTS: From base of the Wasatch
formation to the stratigraphic equivalent of
10,864 feet in RBU 12-12-D Well
T10S, R18E, SLB&M. 350.00 Acres
Sec. 2: Lots 1, 2, 3, 4, S $\frac{1}{2}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$ NW $\frac{1}{4}$,
N $\frac{1}{2}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$
CNG PRODUCING COMPANY--85%, AND
NATURAL GAS CORP. OF CALIFORNIA--15%

....ML 26968....

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 15% interest in operating rights from the base of the Wasatch Formation to the stratigraphic equivalent of 10,864 feet in RBU 12-12-D Well in part of leased lands: SE $\frac{1}{4}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$ of Sec. 2, T10S, R18E, SLB&M., in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by NGC Production Company. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: GILMAN A. HILL
OPERATING RIGHTS: From base of the Wasatch formation to the stratigraphic equivalent of 10,864 feet in RBU 12-12-D Well
T10S, R18E, SLB&M. 130.00 Acres
Sec. 2: SE $\frac{1}{4}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$
CNG PRODUCING COMPANY--85%, AND
NATURAL GAS CORP. OF CALIFORNIA--15%

....ML 26968....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 37.5% interest in operating rights from 10,864 feet to the top of the Mancos Formation (Top of the Mancos Formation being defined as the stratigraphic equivalent of the correlation point established at a depth of 10,670 feet below Kelly Bushing in the Island Unit No. 3 Well drilled by Mountain Fuel Supply Company in the NE $\frac{1}{4}$ SW $\frac{1}{4}$ of Sec. 8, T10S, R20E, SLB&M.), in part of leased lands: Lots 1, 2, 3, 4, S $\frac{1}{2}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$ NW $\frac{1}{4}$, N $\frac{1}{2}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 2, T10S, R18E, SLB&M., 350.00 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: GILMAN A. HILL
OPERATING RIGHTS: From 10,864 feet to the Top of the Mancos Formation (Top of the Mancos Formation being defined as the stratigraphic equivalent of correlation point established at depth of 10,670 feet below Kelly Bushing in the Island Unit No. 3 Well drilled by Mountain Fuel Supply Company in the NE $\frac{1}{4}$ SW $\frac{1}{4}$ of Sec. 8, T10S, R20E, SLB&M.)
T10S, R18E, SLB&M. 350.00 Acres
Sec. 2: Lots 1, 2, 3, 4, S $\frac{1}{2}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$ NW $\frac{1}{4}$, N $\frac{1}{2}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$
CNG PRODUCING COMPANY--62.5%, AND
NATURAL GAS CORP. OF CALIFORNIA--37.5%

....ML 26968....

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 37.5% interest in operating rights from 10,864 feet as in RBU 12-12D Well to top of Mancos Formation (Top of Mancos Formation being defined as the stratigraphic equivalent of the correlation point established at a depth of 10,670 feet below Kelly Bushing in the Island Unit No. 3 Well drilled by Mountain Fuel Supply Company in the NE $\frac{1}{4}$ SW $\frac{1}{4}$ of Sec. 8, T10S, R20E, SLB&M.), in part of leased lands: SE $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$ of Sec. 2, T10S, R18E, SLB&M., 130.00 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by NGC Production Company. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: GILMAN A. HILL
OPERATING RIGHTS: From 10,864 feet as in
RBU 12-12D Well to Top of the Mancos
Formation (Top of the Mancos Formation being
defined as the stratigraphic equivalent of
correlation point established at depth of
10,670 feet below Kelly Bushing in the
Island Unit No. 3 Well drilled by Mountain
Fuel Supply Company in the NE $\frac{1}{4}$ SW $\frac{1}{4}$ of Sec. 8,
T10S, R20E, SLB&M.)
T10S, R18E, SLB&M. 130.00 Acres
Sec. 2: SE $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$,
SE $\frac{1}{4}$ SW $\frac{1}{4}$
CNG PRODUCING COMPANY--62.5%, AND
NGC PRODUCTION COMPANY--37.5%

....ML 26968....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 37.5% interest in operating rights from the base of the Green River Formation to the Base of the Wasatch Formation in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: GILMAN A. HILL
OPERATING RIGHTS: From the base of the Green
River to the base of the Wasatch Formation
CNG PRODUCING COMPANY--62.5%, AND
NATURAL GAS CORP. OF CALIFORNIA--37.5%

....ML 20631....

PAGE NO. FOURTEEN
JULY 10, 1989

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 15% interest in operating rights from the base of the Wasatch Formation to the top of the Mancos Formation in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: GILMAN A. HILL
OPERATING RIGHTS: From base of the Wasatch
Formation to the top of the Mancos Formation
CNG PRODUCING COMPANY--85%, and
NATURAL GAS CORPORATION OF CALIFORNIA--15%

....ML 20631....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 37.5% interest in operating rights from the surface to the base of the Wasatch Formation in part of leased lands: SW $\frac{1}{4}$ NW $\frac{1}{4}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 2, T10S, R18E, SLB&M., 50.00 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by NGC Production Company. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: GILMAN A. HILL
OPERATING RIGHTS: From surface to base of
Wasatch Formation
T10S, R18E, SLB&M. 50.00 acres
Sec. 2: SW $\frac{1}{4}$ NW $\frac{1}{4}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$
CNG PRODUCING COMPANY--62.5%, AND
NGC PRODUCTION COMPANY--37.5%

....ML 13215-A....

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 37.5% interest in operating rights from the surface to the base of the Wasatch Formation in part of leased lands: E $\frac{1}{2}$ SE $\frac{1}{4}$, E $\frac{1}{2}$ NW $\frac{1}{4}$ SE $\frac{1}{4}$, NW $\frac{1}{4}$ NW $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 2, T10S, R18E, SLB&M., 110.00 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: GILMAN A. HILL
OPERATING RIGHTS: From surface to base of
Wasatch Formation
T10S, R18E, SLB&M. 110.00 acres
Sec. 2: E $\frac{1}{2}$ SE $\frac{1}{4}$, E $\frac{1}{2}$ NW $\frac{1}{4}$ SE $\frac{1}{4}$, NW $\frac{1}{4}$ NW $\frac{1}{4}$ SE $\frac{1}{4}$
CNG PRODUCING COMPANY--62.5%, AND
NATURAL GAS CORP. OF CALIFORNIA--37.5%

....ML 13215-A....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 15% interest in operating rights from the base of the Wasatch Formation to the Top of the Mancos Formation in part of leased lands: SW $\frac{1}{4}$ NW $\frac{1}{4}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 2, T10S, R18E, SLB&M., 50.00 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by NGC Production Company. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: GILMAN A. HILL
OPERATING RIGHTS: From base of Wasatch
Formation to top of Mancos Formation
T10S, R18E, SLB&M. 50.00 acres
Sec. 2: SW $\frac{1}{4}$ NW $\frac{1}{4}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$
CNG PRODUCING COMPANY--85%, AND
NGC PRODUCTION COMPANY--15%

....ML 13215-A....

PAGE NO. SIXTEEN
JULY 10, 1989

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 15% interest in operating rights from the base of the Wasatch Formation to the Top of the Mancos Formation in part of leased lands: E $\frac{1}{2}$ SE $\frac{1}{4}$, E $\frac{1}{2}$ NW $\frac{1}{4}$ SE $\frac{1}{4}$, NW $\frac{1}{4}$ NW $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 2, T10S, R18E, SLB&M., 110.00 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: GILMAN A. HILL
OPERATING RIGHTS: From base of Wasatch
Formation to top of Mancos Formation
T10S, R18E, SLB&M. 110.00 acres
Sec. 2: E $\frac{1}{2}$ SE $\frac{1}{4}$, E $\frac{1}{2}$ NW $\frac{1}{4}$ SE $\frac{1}{4}$, NW $\frac{1}{4}$ NW $\frac{1}{4}$ SE $\frac{1}{4}$
CNG PRODUCING COMPANY--85%, AND
NATURAL GAS CORP. OF CALIFORNIA--15%

....ML 13215-A....

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 37.5% interest in operating rights from the surface of the earth down to and including the base of the Green River Formation as encountered in the Lomax State No. 1-36 Well located in the NE $\frac{1}{4}$ SW $\frac{1}{4}$ of Sec. 36, T8S, R16E, SLB&M., in part of leased lands: SW $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 36, T8S, R16E, SLB&M., 40.00 acres, and N $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 36, T8S, R16E, SLB&M., 480.00 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to previous overrides as noted on assignment. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: NATURAL GAS CORPORATION OF CALIFORNIA--75%,
AND CHORNEY OIL COMPANY--25%

OPERATING RIGHTS: From surface to base of
Green River as encountered in Lomax State
No. 1-36 Well in NE $\frac{1}{4}$ SW $\frac{1}{4}$ of Sec. 36, T8S,
R16E, SLB&M.

T8S, R16E, SLB&M. 40.00 Acres
Sec. 36: SW $\frac{1}{4}$ SW $\frac{1}{4}$

LOMAX EXPLORATION COMPANY--39.924286%,
NATURAL GAS CORP. OF CALIFORNIA--37.5%,
CHORNEY OIL COMPANY--12.5%,
AND LOMAX OIL AND GAS COMPANY--10.075714%

T8S, R16E, SLB&M. 480.00 Acres

Sec. 36: N $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$

NATURAL GAS CORP. OF CALIFORNIA--37.5%,
LOMAX EXPLORATION COMPANY--18.234845%,
CHORNEY OIL COMPANY--12.5%,
LOMAX OIL AND GAS COMPANY--9.789474%,
MERIT EXPLORATION INC.--7.894737%,
THOMAS H. BATTLE--5.526316%,
EDWARDS & DAVIS ENERGY INC.--5.131580%,
ARDEN A. ANDERSON--2.238806%,
ANTON E. MEDUNA--1.184210%, AND
W.S. DUMAS, JR.--.000032%

....ML 22061....

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 37.5% interest in operating rights from the surface of the earth down to the base of the Green River Formation as encountered in the Lomax State 1-36 Well in the NE $\frac{1}{4}$ SW $\frac{1}{4}$ of Sec. 36, T8S, R16E, SLB&M., in part of leased lands: SW $\frac{1}{4}$ NW $\frac{1}{4}$, NE $\frac{1}{4}$ SW $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 36, T8S, R16E, SLB&M., 120.00 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by NGC Production Company. No override, but subject to 5.34375% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: NATURAL GAS CORPORATION OF CALIFORNIA--75%,
AND CHORNEY OIL COMPANY--25%
OPERATING RIGHTS: From surface down to base
of Green River Formation as encountered in
the Lomax State No. 1-36 Well in NE $\frac{1}{4}$ SW $\frac{1}{4}$ of
Sec. 36, T8S, R16E, SLB&M.
T8S, R16E, SLB&M. 40.00 Acres
Sec. 36: SW $\frac{1}{4}$ NW $\frac{1}{4}$
LOMAX EXPLORATION COMPANY--40.054292%,
NGC PRODUCTION COMPANY--37.5%,
CHORNEY OIL COMPANY--12.5%,
LOMAX OIL AND GAS COMPANY--6.246811%,
AND ARDEN A. ANDERSON--3.698897%
T8S, R16E, SLB&M. 40.00 Acres
Sec. 36: NE $\frac{1}{4}$ SW $\frac{1}{4}$
NGC PRODUCTION COMPANY--37.5%,
LOMAX EXPLORATION COMPANY--21.777508%,
CHORNEY OIL COMPANY--12.5%,
MERIT EXPLORATION, INC.--7.894737%,
LOMAX OIL AND GAS COMPANY--6.246811%,
THOMAS H. BATTLE--5.526316%,
W.S. DUMAS, JR.--5.131612%,
ARDEN A. ANDERSON--2.238806%, AND
ANTON E. MEDUNA--1.184210%
T8S, 16E, SLB&M. 40.00 Acres
Sec. 36: NW $\frac{1}{4}$ SW $\frac{1}{4}$
LOMAX EXPLORATION COMPANY--39.924286%,
NGC PRODUCTION COMPANY--37.5%,
CHORNEY OIL COMPANY--12.5%, AND
LOMAX OIL AND GAS--10.075714%

....ML 22061....

PAGE NO. NINETEEN
JULY 10, 1989

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 75% interest in operating rights from the base of the Green River Formation as encountered in the Lomax State No. 1-36 Well in part of leased lands: NE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ NW $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 36, T8S, R16E, SLB&M., 120.00 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by NGC Production Company. No override, but subject to 3% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: NATURAL GAS CORPORATION OF CALIFORNIA--75%,
AND CHORNEY OIL COMPANY--25%

OPERATING RIGHTS: From base of the Green
River Formation as encountered in the Lomax
State No. 1-36 Well in part of leased lands:
T8S, R16E, SLB&M. 120.00 acres
Sec. 36: NE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ NW $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$
NGC PRODUCTION COMPANY--75%, AND
CHORNEY OIL COMPANY--25%

....ML 22061....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 75% interest in operating rights below the base of the Green River Formation as encountered in the Lomax State No. 1-36 Well located in the NE $\frac{1}{4}$ SW $\frac{1}{4}$ of Sec. 36, T8S, R16E, SLB&M., in part of leased lands: E $\frac{1}{2}$, S $\frac{1}{2}$ SW $\frac{1}{4}$, N $\frac{1}{2}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$ Sec. 36, T8S, R16E, SLB&M., 520.00 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 3% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: NATURAL GAS CORPORATION OF CALIFORNIA--75%,
AND CHORNEY OIL COMPANY--25%

....ML 22061....

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 75% interest in operating rights in part of leased lands: NW $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 2, T9S, R17E, SLB&M., 40.00 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by NGC Production Company. No override, but subject to 3% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: NATURAL GAS CORPORATION OF CALIFORNIA--75%,
AND CHORNEY OIL COMPANY--25%
OPERATING RIGHTS: All depths
NGC PRODUCTION COMPANY--75%, AND
CHORNEY OIL COMPANY--25%

....ML 21843....ML 21844....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 37.5% interest in operating rights from the surface of the earth to the base of the Green River Formation as encountered in the State No. 1-32 Well in NE $\frac{1}{4}$ NW $\frac{1}{4}$ of Sec. 32, T8S, R17E, SLB&M., in part of leased lands: Lots 1, 2, 3, 6, 7, 8, 9, 10, 11, NW $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ SE $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 32, T8S, R17E, SLB&M., 363.79 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 3% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: NATURAL GAS CORPORATION OF CALIFORNIA--75%,
AND CHORNEY OIL COMPANY--25%
OPERATING RIGHTS: From surface of earth
to base of Green River Formation as
encountered in the State No. 1-32 Well in
NE $\frac{1}{4}$ NW $\frac{1}{4}$ of Sec. 32, T8S, R17E, SLB&M.
T8S, R17E, SLB&M. 145.48 acres
Sec. 32: Lots 6, 7, 8, 10, 11, SE $\frac{1}{4}$ SW $\frac{1}{4}$
NATURAL GAS CORP. OF CALIFORNIA--37.5%,
GOLDRUS DRILLING COMPANY--19.375%,
LOMAX EXPLORATION COMPANY--17.409913%,
LOMAX OIL & GAS COMPANY--13.215087%
T8S, R17E, SLB&M. 37.26 acres
Sec. 32: Lot 9 (SE $\frac{1}{4}$ SE $\frac{1}{4}$)
NATURAL GAS CORP. OF CALIFORNIA--37.5%,
GOLDRUS DRILLING COMPANY--19.375%,
LOMAX OIL & GAS COMPANY--18.97336%,
CHORNEY OIL COMPANY--12.5%,
AND LOMAX EXPLORATION COMPANY--11.65164%

PAGE NO. TWENTY-ONE
JULY 10, 1989

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

LEASE OWNERSHIP: (Continued)

T8S, R17E, SLB&M. 28.34 acres
Sec. 32: Lots 1, 2, (NW¼NW¼)
NATURAL GAS CORP. OF CALIFORNIA--37.5%,
GOLDRUS DRILLING COMPANY--19.375%,
LOMAX OIL & GAS COMPANY--16.645636%,
LOMAX EXPLORATION COMPANY--13.979364%,
AND CHORNEY OIL COMPANY--12.5%
T8S, R17E, SLB&M. 32.71 acres
Sec. 32: Lot 3 (SW¼NW¼)
NATURAL GAS CORP. OF CALIFORNIA--37.5%,
GOLDRUS DRILLING COMPANY--19.375%,
LOMAX OIL & GAS COMPANY--18.66021%,
CHORNEY OIL COMPANY--12.5%,
AND LOMAX EXPLORATION COMPANY--11.96479%
T8S, R17E, SLB&M. 80.00 acres
Sec. 32: NW¼NE¼, SE¼NE¼
NATURAL GAS CORP. OF CALIFORNIA--37.5%,
GOLDRUS DRILLING COMPANY--19.375%,
LOMAX OIL & GAS COMPANY--16.15625%,
LOMAX EXPLORATION COMPANY--14.46875%,
AND CHORNEY OIL COMPANY--12.5%
T8S, R17E, SLB&M. 40.00 acres
Sec. 32: NE¼SE¼
NATURAL GAS CORP. OF CALIFORNIA--37.5%,
GOLDRUS DRILLING COMPANY--19.375%,
LOMAX OIL & GAS COMPANY--18.97336%,
CHORNEY OIL COMPANY--12.5%, AND
LOMAX EXPLORATION COMPANY--11.65164%

....ML 22060....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 75% interest in operating rights below the base of the Green River Formation or its stratigraphic equivalent as encountered at 6,422 feet in the Lomax No. 1-32 Well located in the NE¼NW¼ of Sec. 32, T8S, R17E, SLB&M., in part of leased lands: Lots 1, 2, 3, 6, 7, 8, 9, 10, 11, NE¼NW¼, NW¼NE¼, SE¼NE¼, NE¼SE¼, SE¼SW¼ of Sec. 32, T8S, R17E, SLB&M., 403.79 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 3% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: NATURAL GAS CORPORATION OF CALIFORNIA--75%,
AND CHORNEY OIL COMPANY--25%

....ML 22060....

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 37.5% interest in operating rights from the surface of the earth to the base of the Green River formation as encountered in the State No. 1-32 Well in NE $\frac{1}{4}$ NW $\frac{1}{4}$ of Sec. 32, T8S, R17E, SLB&M., in part of leased lands: Lots 4, 5, SW $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ NE $\frac{1}{4}$, NW $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 32, T8S, R17E, SLB&M., 194.88 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by NGC Production Company. No override, but subject to 3% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: NATURAL GAS CORPORATION OF CALIFORNIA--75%,
AND CHORNEY OIL COMPANY--25%
OPERATING RIGHTS: From surface of earth to
base of Green River Formation as encountered
in the State No. 1-32 Well in NE $\frac{1}{4}$ NW $\frac{1}{4}$ of Sec.
32, T8S, R17E, SLB&M.
T8S, R17E, SLB&M. 34.88 acres
Sec. 32: Lots 4, 5
NGC PRODUCTION COMPANY--37.5%,
LOMAX OIL & GAS COMPANY--20.656245%,
GOLDRUS DRILLING COMPANY--19.375%,
CHORNEY OIL COMPANY--12.5%,
AND LOMAX EXPLORATION COMPANY--9.968755%
T8S, R17E, SLB&M. 40.00 acres
Sec. 32: NW $\frac{1}{4}$ SW $\frac{1}{4}$
NGC PRODUCTION COMPANY--37.5%,
LOMAX OIL & GAS COMPANY--20.656245%,
GOLDRUS DRILLING COMPANY--19.375%,
CHORNEY OIL COMPANY--12.5%,
AND LOMAX EXPLORATION COMPANY--9.968755%
T8S, R17E, SLB&M. 120.00 acres
Sec. 32: SW $\frac{1}{4}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$
NGC PRODUCTION COMPANY--37.5%,
GOLDRUS DRILLING COMPANY--19.375%,
LOMAX OIL & GAS COMPANY--16.15625%,
LOMAX EXPLORATION COMPANY--14.46875%,
AND CHORNEY OIL COMPANY--12.5%

....ML 22060....

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 75% interest in operating rights below the base of the Green River formation or its stratigraphic equivalent as encountered at 6,422 feet in the Lomax No. 1-32 Well in the NE $\frac{1}{4}$ NW $\frac{1}{4}$ of Sec. 32, T8S, R17E, SLB&M., in part of leased lands: Lots 4, 5, SW $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ NE $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 32, T8S, R17E, SLB&M., 194.88 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by NGC Production Company. No override, but subject to 3% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: NATURAL GAS CORPORATION OF CALIFORNIA--75%,
AND CHORNEY OIL COMPANY--25%
OPERATING RIGHTS: Below the base of the
Green River Formation or its stratigraphic
equivalent as encountered at 6,422 feet
in the Lomax No. 1-32 Well in the NE $\frac{1}{4}$ NW $\frac{1}{4}$ of
Sec. 32, T8S, R17E, SLB&M.
T8S, R17E, SLB&M. 194.88 acres
Sec. 32: Lots 4, 5, SW $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$,
NE $\frac{1}{4}$ NE $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$
NGC PRODUCING COMPANY--75%, AND
CHORNEY OIL COMPANY--25%

....ML 22060....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 50% interest in operating rights from the surface to the stratigraphic equivalent of 7,165 feet in the No. 44-36 Treaty Boundary Well in part of leased lands: SE $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 36, T8S, R15E, SLB&M., 40.00 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 1% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: CHEVRON U.S.A. INC.
OPERATING RIGHTS: From surface to strati-
graphic equivalent of depth drilled in the
No. 1 Treaty Boundary, 7165 feet
T8S, R15E, SLB&M. 40.00 acres
Sec. 36: SE $\frac{1}{4}$ SE $\frac{1}{4}$
NATURAL GAS CORP. OF CALIFORNIA--50%,
AND CHEVRON U.S.A. INC.--50%

....ML 21835....

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 50% interest in operating rights from the stratigraphic equivalent of 6,400 feet as encountered in the No. 7-36 State Well in the SW $\frac{1}{4}$ NE $\frac{1}{4}$ of Sec. 36, T8S, R15E, SLB&M., to the stratigraphic equivalent of 7,165 feet in the No. 44-36 Treaty Boundary Well located in the SE $\frac{1}{4}$ of Sec. 36, T8S, R15E, SLB&M., in part of leased lands: SW $\frac{1}{4}$, N $\frac{1}{2}$, N $\frac{1}{2}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 36, T8S, R15E, SLB&M., 600.00 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 1% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: CHEVRON U.S.A. INC.
OPERATING RIGHTS: From 6400 feet to 7165'
T8S, R15E, SLB&M. 600.00 acres
Sec. 36: SW $\frac{1}{4}$, N $\frac{1}{2}$, N $\frac{1}{2}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$
CHEVRON U.S.A. INC.--50%, AND
NATURAL GAS CORP. OF CALIFORNIA--50%

....ML 21835....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 20% interest in operating rights from the surface down to the stratigraphic equivalent of 6,400 feet as encountered in the No. 7-36 State Well in the SW $\frac{1}{4}$ NE $\frac{1}{4}$ Sec. 36, T8S, R15E, SLB&M., in part of leased lands: SW $\frac{1}{4}$, N $\frac{1}{2}$, N $\frac{1}{2}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 36, T8S, R15E, SLB&M., 600.00 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 2.5% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: CHEVRON U.S.A. INC.
OPERATING RIGHTS: From surface to stratigraphic equivalent of depth drilled in the No. 2 Treaty Boundary, 7165'
T8S, R15E, SLB&M. 40.00 acres
Sec. 36: SW $\frac{1}{4}$ NE $\frac{1}{4}$
LOMAX EXPLORATION COMPANY--80%, AND
NATURAL GAS CORP. OF CALIFORNIA--20%
T8S, R15E, SLB&M. 440.00 acres
Sec. 36: SW $\frac{1}{4}$, NW $\frac{1}{4}$, N $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$
LOMAS EXPLORATION COMPANY--62.857144%,
NATURAL GAS CORP. OF CALIFORNIA--20%,
AND INT'L. OIL & GAS CORP.--17.142856%
T8S, R15E, SLB&M. 120.00 acres
Sec. 36: N $\frac{1}{2}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$
CHEVRON U.S.A. INC.--50%,
LOMAX EXPLORATION COMPANY--23.571429%,
NATURAL GAS CORP. OF CALIFORNIA--20%, AND
INT'L. OIL & GAS CORPORATION--6.428571%

....ML 21835....

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 37.5% interest in operating rights to the base of the Green River formation in part of leased lands: W $\frac{1}{2}$, SE $\frac{1}{4}$, N $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$ Sec. 2, T9S, R16E, SLB&M., 600.72 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 3% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: NATURAL GAS CORPORATION OF CALIFORNIA--75%,
AND RAYMOND CHORNEY--25%

OPERATING RIGHTS: From surface to base of
Green River Formation

T9S, R16E, SLB&M. 40.00 acres

Sec. 2: SE $\frac{1}{4}$ NW $\frac{1}{4}$

NATURAL GAS CORP. OF CALIFORNIA--37.5%,
LOMAX EXPLORATION COMPANY--31.655931%,
RAYMOND CHORNEY--12.5%,
LOMAX OIL & GAS--9.789474%,
EDWARDS & DAVIS ENERGY--3.21202%,
ARDEN ANDERSON--2.238806%,
W.S. DUMAS--1.919559%, AND
ANTON E. MEDUNA--1.184210%

T9S, R16E, SLB&M.

Sec. 2: S $\frac{1}{2}$, NW $\frac{1}{4}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$ NW $\frac{1}{4}$, N $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$

NATURAL GAS CORP. OF CALIFORNIA--37.5%,
LOMAX EXPLORATION COMPANY--14.628121%,
RAYMOND CHORNEY--12.5%,
LOMAX OIL & GAS--9.789474%,
MERIT EXPLORATION, INC.--7.894737%,
THOMAS H. BATTLE--5.131579%,
EDWARDS & DAVIS--5.131579%,
ARDEN ANDERSON--2.238806%,
ANTON E. MEDUNA--1.18421%,
THOMAS H. BATTLE--.394737%, AND
LOMAX EXPLORATION COMPANY--3.606757%

....ML 21839....

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 75% interest in operating rights below the base of the Green River formation in part of leased lands: W $\frac{1}{2}$, SE $\frac{1}{4}$, N $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$ Sec. 2, T9S, R16E, SLB&M., in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 3% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: NATURAL GAS CORPORATION OF CALIFORNIA--75%,
AND RAYMOND CHORNEY--25%
OPERATING RIGHTS: Below the base of the
Green River Formation
T9S, R16E, SLB&M.
Sec. 2: SW $\frac{1}{4}$ NE $\frac{1}{4}$
NATURAL GAS CORP. OF CALIFORNIA--75%,
AND RAYMOND CHORNEY--25%

....ML 21839....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 37.5% interest in operating rights from the surface to the base of the Green River Formation in part of leased lands: SW $\frac{1}{4}$ NE $\frac{1}{4}$ Sec. 2, T9S, R16E, SLB&M., 40.00 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by NGC Production Company. No override, but subject to 3% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: NATURAL GAS CORPORATION OF CALIFORNIA--75%,
AND RAYMOND CHORNEY--25%
OPERATING RIGHTS: From surface to base
of Green River formation
T9S, R16E, SLB&M.
Sec. 2: SW $\frac{1}{4}$ NE $\frac{1}{4}$
NGC PRODUCTION COMPANY--37.5%,
LOMAX EXPLORATION COMPANY--21.777008%,
RAYMOND CHORNEY--12.5%,
MERIT EXPLORATION, INC.--7.894737%,
LOMAX OIL & GAS--6.246811%,
THOMAS H. BATTLE--5.526816%,
W.S. DUMAS, JR.--5.131612%,
ARDEN ANDERSON--2.238806%, AND
ANTON E. MEDUNA--1.184210%

....ML 21839....

OPERATING RIGHTS ASSIGNMENTS - OIL, GAS, AND HYDROCARBON LEASES (cont.)

Upon recommendation of Mr. Bonner, the Director approved the assignment of 75% interest in operating rights below the base of the Green River Formation in part of leased lands: SW $\frac{1}{4}$ NE $\frac{1}{4}$ Sec. 2, T9S, R16E, SLB&M., 40.00 acres, in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by NGC Production Company. No override, but subject to 3% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: NATURAL GAS CORPORATION OF CALIFORNIA--75%,
AND RAYMOND CHORNEY--25%
OPERATING RIGHTS: From below the base of
the Green River Formation
T9S, R16E, SLB&M.
Sec. 2: SW $\frac{1}{4}$ NE $\frac{1}{4}$
NGC PRODUCTION COMPANY--75%, AND
RAYMOND CHORNEY--25%

....ML 21839....

Upon recommendation of Mr. Bonner, the Director approved the assignment of 13.68341% interest in operating rights from base of the Green River to top of the Mancos Formation in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. No override, but subject to 8.75% overriding royalty previously reserved. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: UNION OIL COMPANY--63.5109%, AND
BELOW PETROLEUM CORPORATION--36.4891%
OPERATING RIGHTS: From base of the Green
River to top of the Mancos Formation
UNION OIL COMPANY--63.51095%,
CNG PRODUCING COMPANY--22.80569%, AND
NATURAL GAS CORP. OF CALIF.--13.68341%

....ML 11929....

OVERRIDING ROYALTY ASSIGNMENT - OIL, GAS, AND HYDROCARBON LEASE

Upon recommendation of Mr. Bonner, the Director approved the assignment of 3.375% overriding royalty interest in and to the Oil, Gas, and Hydrocarbon Lease listed below to NGC Energy Company, Two Corporate Centre, 1390 Willow Pass Road, Suite 940, Concord, CA 94520, by Natural Gas Corporation of California. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: NATURAL GAS CORPORATION OF CALIFORNIA--75%,
AND CHORNEY OIL COMPANY--25%

....ML 22060....

CORRECTION OF DIRECTOR'S MINUTES OF MAY 17, 1965, AND
FEBRUARY 4, 1985 - ML 11929--OIL, GAS, AND HYDROCARBON

On the above-mentioned dates, the Director approved assignments, both which were in error, as follows:

05/17/65 Assn. of 86.48296% interest to Union Oil Company of California
by Pan American Petroleum Corporation.

Should have been approved as 86.48296% of 73.44% or 63.5109%

02/04/85 Assn. of 62.5% interest in operating rights from surface to top of
Mancos Formation to CNG Producing Company by Mapco Oil & Gas
Company.

Should be assignment of 22.80569% interest in operating rights from
Base of the Green River Formation to Top of Mancos Formation.

Upon recommendation of Mr. Bonner, the Director approved the above captioned correction.

SURFACE BUSINESS MATTERS

GRAZING PERMITS

ASSIGNMENT OF GRAZING PERMIT NO. 22685

Tercero Corporation, 4400 One Williams Center, Tulsa, OK 74172 requests permission to assign 100% of their interest in the above referenced grazing permit to Pace Ranches, % Guy Pace, Teasdale, UT 84773. The \$20.00 assignment fee has been submitted.

Upon recommendation of Mr. Baker, Mr. Klason approved the assignment of GP 22685.

PAGE NO. TWENTY-NINE
JULY 10, 1989

CANCELLED MINERAL LEASES

The following mineral leases are those not paid on or before the cancellation date of July 3, 1989. Certified notices were mailed.

<u>NAME</u>	<u>ACCOUNT NO.</u>	<u>TYPE</u>
Lancaster Corp.	ML 27505	OGH
Lancaster Corp.	ML 27506	OGH
Oxy USA Inc.	ML 27507	OGH
Lancaster Corp.	ML 27507-B	OGH
Lancaster Corp.	ML 27508	OGH
Apache Corp.	ML 36755	OGH
Dome 1980 LTD	ML 38229	OGH
Tipperary Oil & Gas Corp.	ML 38273	OGH
James T. Patterson	ML 39963	OGH
Texaco Producing	ML 40000	OGH
Texaco Producing	ML 40001	OGH
Rosewood Resources	ML 40016	OGH
Jack J. Grynberg	ML 40067	OGH
Texaco Producing	ML 40510	OGH
Texaco Inc. et al	ML 40534	OGH
Louisiana Land & Expl. Co.	ML 40568	OGH
Louisiana Land & Expl. Co.	ML 40569	OGH
Louisiana Land & Expl. Co.	ML 40572	OGH
Calais Resources Inc.	ML 40595	OGH
Texaco Inc.	ML 40641	OGH
Texaco Inc.	ML 41395	OGH
RME Partners L P	ML 42765	MM
Rhodes Resources US Inc.	ML 43398	MM
Rhodes Resources US Inc.	ML 43400	MM
David A. Mako	ML 43917	MM
David A. Mako	ML 43918	MM
Philip A. Rivera	ML 43920	GYP
Donald B. Snith et al	ML 43924	MM
Phil B. Acton	ML 43927	OGH
Phil B. Acton	ML 43928	OGH
Phil B. Acton	ML 43929	OGH
Phil B. Acton	ML 43930	OGH
Phil B. Acton	ML 43931	OGH
Phil B. Acton	ML 43932	OGH
Joan Chorney	ML 43941	OGH
Gerald J. Dalton	ML 43942	MM
The Paho Group	ML 43960	OGH
The Paho Group	ML 43961	OGH
The Paho Group	ML 43962	OGH
Phil B. Acton	ML 43964	OGH
Phil B. Acton	ML 43965	OGH

PAGE NO. THIRTY
JULY 10, 1989

CANCELLED MINERAL LEASES (continued)

<u>NAME</u>	<u>ACCOUNT NO.</u>	<u>TYPE</u>
Donald B. Smith et al	ML 43972	MM
Cedarstrom Calcite & Clay	ML 43974	BSLS
Robert L. Wright	ML 43975	GEO

Upon recommendation of Mr. Johnson, the Director approved the cancellation of the above captioned leases.

CANCELLED SAND AND GRAVEL LEASES

<u>NAME</u>	<u>ACCOUNT NO.</u>	<u>TYPE</u>
Carling and Company	MP 83	S&G

Upon recommendation of Mr. Johnson, the Director approved the cancellation of the above captioned lease.

CANCELLED SPECIAL USE LEASE

<u>NAME</u>	<u>ACCOUNT NO.</u>	<u>COUNTY</u>
Alan S. Nielson et al	SULA 306	Millard

Upon recommendation of Mr. Johnson, the Director approved the cancellation of the above captioned lease.

<u>INTEREST RATE</u>	<u>CURRENT YEAR</u>	<u>YEAR AGO</u>
Base Rate	11.00	9.00


PATRICK D. SPURGIN, DIRECTOR
DIVISION OF STATE LANDS/FORESTRY


LESLIE M. WARNER, RECORDS SUPERVISOR

ARCHIVES APPROVAL NO. 7900209

7/10/89 lw

PAGE NO. 30